



Michael F. Del Casino
Regulatory Division Manager

Suite 1000
1120 20th Street, NW
Washington DC 20036
202-457-2023
FAX 202-263-2616

October 1, 2002

Ms. Marlene Dortch
Secretary
Federal Communications Commission
445 12th Street, SW, Room TWB-204
Washington, DC 20554

Re: Implementation of the Pay Telephone Reclassification and Compensation
Provisions of the Telecommunications Act of 1996
CC Docket No. 96-128

Dear Ms. Dortch:

Today, Bob Quinn and I from AT&T and Paul Zidlicky from Sidley & Austin met with Matt Brill from Commissioner Abernathy's office to discuss AT&T's position in the above-referenced proceeding. Specifically, AT&T provided its response to the equity arguments made by APCC in its ex partes of September 5, 2002 and September 11, 2002. AT&T reaffirmed its assertion that it was under compensated for the Intermediate Period by about \$150 million because it did not receive payments from phones that were not equipped with Flex-ANI.

One electronic copy of this Notice is being submitted to the Secretary of the FCC in accordance with Section 1.1206 of the Commission's rules.

Sincerely,

A handwritten signature in black ink, appearing to read "M Del Casino".

cc: Matt Brill